

**Table 1: Average Economic Growth in States With Progressive Income Taxes Vs. Flat Rates, 1992-2001**

States With Progressive Personal Income Tax Rates	Number of Rates	Real Personal Income	Real Per-Capita Personal Income	Growth in:		
				Real Gross State Product	Employment	Population
<b>Missouri</b>	10	24.2%	14.9%	24.0%	12.4%	8.1%
<b>Montana</b>	10	22.5%	11.7%	18.9%	11.6%	9.6%
<b>Iowa</b>	9	19.0%	14.3%	17.9%	8.1%	4.0%
<b>Hawaii</b>	9	1.3%	-4.3%	-2.6%	0.6%	5.9%
<b>Ohio</b>	9	16.2%	12.5%	18.2%	10.0%	3.3%
<b>Idaho</b>	8	39.5%	13.2%	43.6%	29.8%	23.2%
<b>Oklahoma</b>	8	22.1%	13.3%	19.9%	11.7%	7.7%
<b>Average</b>		<b>20.7%</b>	<b>10.8%</b>	<b>20.0%</b>	<b>12.0%</b>	<b>8.8%</b>
<b>States With Flat Personal Income Tax Rates</b>						
<b>Colorado</b>	1	58.3%	24.9%	60.4%	31.5%	26.7%
<b>Illinois</b>	1	23.5%	15.4%	24.2%	8.5%	7.1%
<b>Indiana</b>	1	22.7%	13.7%	21.7%	9.4%	8.0%
<b>Massachusetts</b>	1	32.2%	24.5%	36.3%	8.6%	6.2%
<b>Michigan</b>	1	22.3%	15.9%	22.8%	12.0%	5.6%
<b>Pennsylvania</b>	1	16.1%	13.7%	17.5%	8.7%	2.1%
<b>Average</b>		<b>29.2%</b>	<b>18.0%</b>	<b>30.5%</b>	<b>13.1%</b>	<b>9.3%</b>
<b>States With Income Tax as Percentage of Federal Income Tax</b>						
<b>North Dakota</b>	1	15.7%	16.0%	18.2%	9.3%	-0.3%
<b>Rhode Island</b>	1	19.4%	14.1%	29.2%	0.1%	4.6%
<b>Vermont</b>	1	27.0%	18.6%	20.7%	12.4%	7.0%
<b>Average</b>		<b>20.7%</b>	<b>16.3%</b>	<b>22.7%</b>	<b>7.3%</b>	<b>3.8%</b>

**Table 2: Average Decline in Poverty in States With Progressive, Flat, and Postcard Income Taxes, 1992-2001**

States With Progressive Personal Income Tax Rates	Number of Rates	Drop in Poverty
Missouri	10	61.7%
Montana	10	6.6%
Iowa	9	34.6%
Hawaii	9	-7.8%
Ohio	9	25.2%
Idaho	8	20.8%
Oklahoma	8	18.0%
<b>Average</b>		<b>22.7%</b>
States With Flat Personal Income Tax Rates		
Colorado	1	14.1%
Illinois	1	38.5%
Indiana	1	61.2%
Massachusetts	1	11.7%
Michigan	1	43.8%
Pennsylvania	1	25.3%
<b>Average</b>		<b>32.4%</b>
States With Income Tax as Percentage of Federal Income Tax		
North Dakota	1	-1.7%
Rhode Island	1	21.2%
Vermont	1	5.1%
<b>Average</b>		<b>8.2%</b>